ADDENDUM 1

RFQ: 473-16-001318

FOR OUTSIDE COUNSEL TO REPRESENT THE PUBLIC UTILITY COMMISSION OF TEXAS WITH REGARD TO FEDERAL PROCEEDINGS

Questions and Answers (in red):

1. Please identify any pending FERC dockets and pending court proceedings that would fall under the RFQ's scope of work.

Any matters, including pending matters, that relate to the relationship of SWEPCO, SPS, or ETI to a power region, RTO, or ISO; the approval of an agreement among SWEPCO, SPS, or ETI and that utility's affiliates concerning operations coordination; or other matters that may affect the ultimate rates paid by Texas retail rate customers are within the scope of work; but some pending matters regarding ETI's relationship to MISO, the Entergy System Agreement, or affecting rates ultimately paid by ETI retail ratepayers are covered by an existing contract. Whether any of these matters will be transferred to the new contract resulting from this RFQ or will continue under the existing contract has not been determined. It will be decided on a case-by-case basis.

2. Would the RFQ's scope of work include cost allocation among SPP states or pricing zones? If so, what is the approximate percentage of work that would involve cost allocation?

The scope of work in the RFQ would include cost allocation among SPP states or pricing zones to the extent that those matters are within the jurisdiction of FERC and otherwise fell within the terms of the scope of work. It is impossible to determine what percentage of total work these issues would be.

3. Would the RFQ's scope of work include cost allocation between wholesale and retail customers of Southwest Public Service Company?

The scope of work of the RFQ would include cost allocation between wholesale and retail customers of Southwest Public Service Company to the extent that the matter is within the jurisdiction of FERC.